

U.S. Income Tax Return for an S Corporation

Do not file this form unless the corporation has filed or
is attaching Form 2553 to elect to be an S corporation.
Go to www.irs.gov/Form1120S for instructions and the latest information.

2023

For calendar year 2023 or tax year beginning

, ending

A S election effective date 01/01/93	TYPE OR PRINT	Name KHUSHAL INC	D Employer identification number 52-1789978
B Business activity code number (see instructions) 721110		Number, street, and room or suite no. If a P.O. box, see instructions. 9308 RAVENRIDGE RD	E Date incorporated 09/01/1992
C Check if Sch. M-3 attached <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code PARKVILLE MD 21234-1457	F Total assets (see instructions) \$ 1,297,218

G Is the corporation electing to be an S corporation beginning with this tax year? See instructions. Yes NoH Check if: (1) Final return (2) Name change (3) Address change (4) Amended return (5) S election termination

I Enter the number of shareholders who were shareholders during any part of the tax year

J Check if corporation: (1) Aggregated activities for section 465 at-risk purposes (2) Grouped activities for section 469 passive activity purposes
2

Caution: Include only trade or business income and expenses on lines 1a through 22. See the instructions for more information.

Income	1a Gross receipts or sales	b Less Returns and allowances	c Balance	1c
	2 Cost of goods sold (attach Form 1125-A)			2
	3 Gross profit. Subtract line 2 from line 1c			3
	4 Net gain (loss) from Form 4797, line 17 (attach Form 4797)			4
	5 Other income (loss) (see instructions—attach statement)			5 12,852
	6 Total income (loss). Add lines 3 through 5			6 12,852
Deductions (see instructions for limitations)	7 Compensation of officers (see instructions—attach Form 1125-E)			7
	8 Salaries and wages (less employment credits)			8
	9 Repairs and maintenance			9
	10 Bad debts			10
	11 Rents			11
	12 Taxes and licenses			12 300
	13 Interest (see instructions)			13
	14 Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)			14
	15 Depletion (Do not deduct oil and gas depletion.)			15
	16 Advertising			16
	17 Pension, profit-sharing, etc., plans			17
	18 Employee benefit programs			18
	19 Energy efficient commercial buildings deduction (attach Form 7205)			19
	20 Other deductions (attach statement)			20 3,746
	21 Total deductions. Add lines 7 through 20			21 4,046
	22 Ordinary business income (loss). Subtract line 21 from line 6			22 8,806
	23a Excess net passive income or LIFO recapture tax (see instructions)	23a		
	b Tax from Schedule D (Form 1120-S)	23b		
	c Add lines 23a and 23b (see instructions for additional taxes)			23c
	24a Current year's estimated tax payments & preceding year's overpayment credited to the current year	24a		
	b Tax deposited with Form 7004	24b		
	c Credit for federal tax paid on fuels (attach Form 4136)	24c		
d Elective payment election amount from Form 3800	24d			
z Add lines 24a through 24d			24z	
25 Estimated tax penalty (see instructions). Check if Form 2220 is attached			25	
26 Amount owed. If line 24z is smaller than the total of lines 23c and 25, enter amount owed			26	
27 Overpayment. If line 24z is larger than the total of lines 23c and 25, enter amount overpaid			27	
28 Enter amount from line 27: Credited to 2024 estimated tax			28	
		Refunded		

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

May the IRS discuss this return with the preparer shown below? See instructions. Yes No

Sign Here

Signature of officer **SAILESH PATEL**

Date

PRESIDENT

Title

Paid Preparer Use Only

Print/Type preparer's name YOAV KATZ	Preparer's signature YOAV KATZ	Date 01/25/24	Check <input type="checkbox"/> if self-employed	PTIN P01057947
Firm's name KATZ & CO., P.A.	Firm's EIN 52-1260827			
Firm's address 4641 MONTGOMERY AVE STE 200 BETHESDA, MD 20814				Phone no. 301-951-8700

For Paperwork Reduction Act Notice, see separate instructions.

Form 1120-S (2023)

Schedule B Other Information (see instructions)

- INSTRUCTIONS**

1 Check accounting method: a Cash b Accrual
c Other (specify)

2 See the instructions and enter the:
a Business activity **MOTEL** b Product or service **MOTEL SERVICES**

3 At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person? If "Yes," attach Schedule B-1, Information on Certain Shareholders of an S Corporation

4 At the end of the tax year, did the corporation:
a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage of Stock Owned	(v) If Percentage in (iv) Is 100%, Enter the Date (if applicable) a Qualified Subchapter S Subsidiary Election Was Made

- b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below.

- 5a** At the end of the tax year, did the corporation have any outstanding shares of restricted stock?

If "Yes," complete lines (i) and (ii) below.

- (i) Total shares of restricted stock
 - (ii) Total shares of non-restricted s

- b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments? If "Yes," complete lines (i) and (ii) below.

(i) Total shares of stock outstanding at

- (ii) Total shares of stock outstanding at the end of the tax year

- (ii) Total shares of stock outstanding if all instruments were exercised
Has this corporation filed a registration statement?

- 6 Has this corporation filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction? _____

- 7 Check this box if the corporation issued publicly offered debt instruments with original issue discount.

If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.

- 8** If the corporation **(a)** was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation, and **(b)** has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years. See instructions.

- 9 Did the corporation have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions.

- 10** Does the corporation satisfy one or more of the following? See instructions.

- a. The corporation owns a pass-through entity with a partnership agreement.

- a The corporation owns a pass-through entity with current, or prior year carryover, excess business interest expense.
 - b The corporation's aggregate share

- b The corporation's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$29 million and the corporation has business interest expense.

- c The corporation is a tax shelter and the corporation has business interest expense.

If "Yes," complete and attach Form 8990, Limitation on Business Interest Expense Under Section 163(i).

- 11 Does the corporation satisfy both of the following conditions?

- a The corporation's total receipts (see instructions) for the tax year were less than \$250 000.

- b The corporation's total assets at the end of the tax year were less than \$250 000.

If "Yes," the corporation is not required to complete Schedules L and M-1.

Schedule E Other Information (see instructions) (continued)

		Yes	No
12	During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?		X
	If "Yes," enter the amount of principal reduction	\$	
13	During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions		X
14a	Did the corporation make any payments in 2023 that would require it to file Form(s) 1099?		X
b	If "Yes," did or will the corporation file required Form(s) 1099?		
15	Is the corporation attaching Form 8996 to certify as a Qualified Opportunity Fund?		X
	If "Yes," enter the amount from Form 8996, line 15	\$	
16	At any time during the tax year, did the corporation: (a) receive (as a reward, award, or payment for property or services); or (b) sell, exchange, or otherwise dispose of a digital asset (or a financial interest in a digital asset)? See instructions		X

Schedule K Shareholders' Pro Rata Share Items

		Total amount
1	Ordinary business income (loss) (page 1, line 22)	1 8,806
2	Net rental real estate income (loss) (attach Form 8825)	2
3a	Other gross rental income (loss)	3a
b	Expenses from other rental activities (attach statement)	3b
c	Other net rental income (loss). Subtract line 3b from line 3a	3c
4	Interest income	4 45,026
5	Dividends: a Ordinary dividends	5a
b	Qualified dividends	5b
6	Royalties	6
7	Net short-term capital gain (loss) (attach Schedule D (Form 1120-S))	7
8a	Net long-term capital gain (loss) (attach Schedule D (Form 1120-S))	8a
b	Collectibles (28%) gain (loss)	8b
c	Unrecaptured section 1250 gain (attach statement)	8c
9	Net section 1231 gain (loss) (attach Form 4797)	9 25,850
10	Other income (loss) (see instructions) Type:	10
11	Section 179 deduction (attach Form 4562)	11
12a	Charitable contributions	12a
b	Investment interest expense	12b
c	Section 59(e)(2) expenditures	12c
d	Other deductions (see instructions) Type:	12d
13a	Low-income housing credit (section 42(j)(5))	13a
b	Low-income housing credit (other)	13b
c	Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	13c
d	Other rental real estate credits (see instructions) Type:	13d
e	Other rental credits (see instructions) Type:	13e
f	Biofuel producer credit (attach Form 6478)	13f
g	Other credits (see instructions) Type:	13g
14	Attach Schedule K-2 (Form 1120-S), Shareholders' Pro Rata Share Items—International, and check this box to indicate you are reporting items of international tax relevance	<input type="checkbox"/>
15a	Post-1986 depreciation adjustment	15a
b	Adjusted gain or loss	15b
c	Depletion (other than oil and gas)	15c
d	Oil, gas, and geothermal properties – gross income	15d
e	Oil, gas, and geothermal properties – deductions	15e
f	Other AMT items (attach statement)	15f
16a	Tax-exempt interest income	16a
b	Other tax-exempt income	16b
c	Nondeductible expenses	16c
d	Distributions (attach statement if required) (see instructions)	16d 300,000
e	Repayment of loans from shareholders	16e
f	Foreign taxes paid or accrued	16f

Schedule K Shareholders' Pro Rata Share Items (continued)		Total amount	
Other Information	17a Investment income	17a	45,026
	b Investment expenses	17b	
	c Dividend distributions paid from accumulated earnings and profits	17c	
	d Other items and amounts (attach statement)	SEE STATEMENT 3	
Reconciliation	18 Income (loss) reconciliation. Combine the total amounts on lines 1 through 10. From the result, subtract the sum of the amounts on lines 11 through 12d and 16f	18	79,682
Schedule L Balance Sheets per Books		Beginning of tax year	End of tax year
Assets		(a)	(b)
1 Cash			499,017
2a Trade notes and accounts receivable			
b Less allowance for bad debts			
3 Inventories			
4 U.S. government obligations			
5 Tax-exempt securities (see instructions)			
6 Other current assets (attach statement)	STMT 4	1,007,997	1,052,926
7 Loans to shareholders		33,036	33,036
8 Mortgage and real estate loans			
9 Other investments (attach statement)			
10a Buildings and other depreciable assets			
b Less accumulated depreciation			
11a Depletable assets			
b Less accumulated depletion			
12 Land (net of any amortization)			
13a Intangible assets (amortizable only)			
b Less accumulated amortization			
14 Other assets (attach statement)			
15 Total assets		1,540,050	1,297,218
Liabilities and Shareholders' Equity		(c)	(d)
16 Accounts payable			
17 Mortgages, notes, bonds payable in less than 1 year			
18 Other current liabilities (attach statement)	STMT 5	19,127	22,463
19 Loans from shareholders		61,738	61,738
20 Mortgages, notes, bonds payable in 1 year or more			
21 Other liabilities (attach statement)	STMT 6	820,470	794,620
22 Capital stock		28,000	28,000
23 Additional paid-in capital			
24 Retained earnings		610,715	390,397
25 Adjustments to shareholders' equity (attach statement)			
26 Less cost of treasury stock			
27 Total liabilities and shareholders' equity		1,540,050	1,297,218

Form 1120-S (2023)

Schedule M-1**Reconciliation of Income (Loss) per Books With Income (Loss) per Return**

Note: The corporation may be required to file Schedule M-3. See instructions.

1 Net income (loss) per books	79,682	5 Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2 Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize):		a Tax-exempt interest \$	
3 Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 16f (itemize):		b Depreciation \$	
a Depreciation \$		c Travel and entertainment \$	
b Travel and entertainment \$		d Add lines 5 and 6	
4 Add lines 1 through 3	79,682	8 Income (loss) (Schedule K, line 18). Subtract line 7 from line 4	79,682

Schedule M-2**Analysis of Accumulated Adjustments Account, Shareholders' Undistributed Taxable Income Previously Taxed, Accumulated Earnings and Profits, and Other Adjustments Account (see instructions)**

	(a) Accumulated adjustments account	(b) Shareholders' undistributed taxable income previously taxed	(c) Accumulated earnings and profits	(d) Other adjustments account
1 Balance at beginning of tax year	610,715			
2 Ordinary income from page 1, line 22	8,806			
3 Other additions STMT 7	70,876			
4 Loss from page 1, line 22	()			
5 Other reductions	()			()
6 Combine lines 1 through 5	690,397			
7 Distributions	300,000			
8 Balance at end of tax year. Subtract line 7 from line 6	390,397			

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))

2023

Attach to your tax return.

Go to www.irs.gov/Form4797 for instructions and the latest information.

Name(s) shown on return

Identifying number

KHUSHAL INC**52-1789978**

- 1a Enter the gross proceeds from sales or exchanges reported to you for 2023 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20. See instructions
- 1b Enter the total amount of gain that you are including on lines 2, 10, and 24 due to the partial dispositions of MACRS assets
- 1c Enter the total amount of loss that you are including on lines 2 and 10 due to the partial dispositions of MACRS assets

Part II Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft—Most Property Held More Than 1 Year (see instructions)

2 (a) Description of property	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) Gain or (loss) Subtract (f) from the sum of (d) and (e)

3 Gain, if any, from Form 4684, line 39	3
4 Section 1231 gain from installment sales from Form 6252, line 26 or 37	4 25,850
5 Section 1231 gain or (loss) from like-kind exchanges from Form 8824	5
6 Gain, if any, from line 32, from other than casualty or theft	6
7 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows	7 25,850
Partnerships and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120-S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.	
Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you didn't have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.	
8 Nonrecaptured net section 1231 losses from prior years. See instructions	8
9 Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return. See instructions	9

Part III Ordinary Gains and Losses (see instructions)

- 10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):

11 Loss, if any, from line 7	11 ()
12 Gain, if any, from line 7 or amount from line 8, if applicable	12
13 Gain, if any, from line 31	13
14 Net gain or (loss) from Form 4684, lines 31 and 38a	14
15 Ordinary gain from installment sales from Form 6252, line 25 or 36	15
16 Ordinary gain or (loss) from like-kind exchanges from Form 8824	16
17 Combine lines 10 through 16	17
18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below.	
a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the loss from income-producing property on Schedule A (Form 1040), line 16. (Do not include any loss on property used as an employee.) Identify as from "Form 4797, line 18a." See instructions	
b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Schedule 1 (Form 1040), Part I, line 4	

For Paperwork Reduction Act Notice, see separate instructions.

Form 4797 (2023)

THERE ARE NO AMOUNTS FOR PAGE 2

Installment Sale Income

Attach to your tax return.

Use a separate form for each sale or other disposition of property on the installment method.
Go to www.irs.gov/Form6252 for the latest information.

2023

Identifying number

KHUSHAL INC

52-1789978

- 1 Description of property **4 GOODWILL**
- 2a Date acquired (mm/dd/yyyy) **09/01/92** b Date sold (mm/dd/yyyy) **04/08/22**
- 3 Was the property sold to a related party? See instructions. If "Yes," complete Part III for the year of sale and 2 years after the year of the sale unless you received the final payment during the tax year
- 4 Reserved for future use Yes Yes No No

Part I Gross Profit and Contract Price. Complete this part for all years of the installment agreement.

5 Selling price including mortgages and other debts. Don't include interest, whether stated or unstated	5	900,000
6 Mortgages, debts, and other liabilities the buyer assumed or took the property subject to (see instructions)	6	
7 Subtract line 6 from line 5	7	900,000
8 Cost or other basis of property sold	8	
9 Depreciation allowed or allowable	9	
10 Adjusted basis. Subtract line 9 from line 8	10	
11 Commissions and other expenses of sale	11	
12 Income recapture from Form 4797, Part III (see instructions)	12	
13 Add lines 10, 11, and 12	13	
14 Subtract line 13 from line 5. If zero or less, don't complete the rest of this form. See instructions	14	900,000
15 If the property described on line 1 above was your main home, enter the amount of your excluded gain. See instructions. Otherwise, enter -0-	15	
16 Gross profit. Subtract line 15 from line 14	16	900,000
17 Subtract line 13 from line 6. If zero or less, enter -0-	17	
18 Contract price. Add line 7 and line 17	18	900,000

Part II Installment Sale Income. Complete this part for all years of the installment agreement.

19 Gross profit percentage (expressed as a decimal amount). Divide line 16 by line 18. (For years after the year of sale, see instructions.)	19	1.000000
20 If this is the year of sale, enter the amount from line 17. Otherwise, enter -0-	20	0
21 Payments received during year (see instructions). Don't include interest, whether stated or unstated	21	25,850
22 Add lines 20 and 21	22	25,850
23 Payments received in prior years (see instructions). Don't include interest, whether stated or unstated	23	79,530
24 Installment sale income. Multiply line 22 by line 19	24	25,850
25 Enter the part of line 24 that is ordinary income under the recapture rules. See instructions	25	
26 Subtract line 25 from line 24. Enter here and on Schedule D or Form 4797. See instructions	26	25,850

Part III Related Party Installment Sale Income. Don't complete if you received the final payment this tax year.

27 Name, address, and taxpayer identifying number of related party	
28 Did the related party resell or dispose of the property ("second disposition") during this tax year?	<input type="checkbox"/> Yes <input type="checkbox"/> No
29 If the answer to question 28 is "Yes," complete lines 30 through 37 below unless one of the following conditions is met. Check the box that applies.	
a <input type="checkbox"/> The second disposition was more than 2 years after the first disposition (other than dispositions of marketable securities). If this box is checked, enter the date of disposition (mm/dd/yyyy)	
b <input type="checkbox"/> The first disposition was a sale or exchange of stock to the issuing corporation.	
c <input type="checkbox"/> The second disposition was an involuntary conversion and the threat of conversion occurred after the first disposition.	
d <input type="checkbox"/> The second disposition occurred after the death of the original seller or buyer.	
e <input type="checkbox"/> It can be established to the satisfaction of the IRS that tax avoidance wasn't a principal purpose for either of the dispositions. If this box is checked, attach an explanation. See instructions.	
30 Selling price of property sold by related party (see instructions)	30
31 Enter contract price from line 18 for year of first sale	31
32 Enter the smaller of line 30 or line 31	32
33 Total payments received by the end of your 2023 tax year (see instructions)	33
34 Subtract line 33 from line 32. If zero or less, enter -0-	34
35 Multiply line 34 by the gross profit percentage on line 19 for year of first sale	35
36 Enter the part of line 35 that is ordinary income under the recapture rules. See instructions	36
37 Subtract line 36 from line 35. Enter here and on Schedule D or Form 4797. See instructions	37

For Paperwork Reduction Act Notice, see page 4.

Form 6252 (2023)

**Schedule K-1
(Form 1120-S)**

 Department of the Treasury
Internal Revenue Service
beginning ending **2023**

For calendar year 2023, or tax year

 Final K-1 Amended K-1
**Shareholder's Share of Income, Deductions,
Credits, etc.**
See separate instructions.

**Part III Shareholder's Share of Current Year Income,
Deductions, Credits, and Other Items**

1	Ordinary business income (loss) 4,403	13	Credits
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Interest income 22,513		
5a	Ordinary dividends		
5b	Qualified dividends	14	Schedule K-3 is attached if checked <input type="checkbox"/>
6	Royalties	15	Alternative minimum tax (AMT) items
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss) 12,925	16	Items affecting shareholder basis 150,000
10	Other income (loss)		
		17	Other information A 22,513
11	Section 179 deduction	K*	STMT
12	Other deductions	V*	STMT
		AC*	STMT
18	More than one activity for at-risk purposes*		
19	More than one activity for passive activity purposes*		

* See attached statement for additional information.

52-1789978

Federal Statements

Pankaj Khushal

573-43-5216

Schedule K-1, Box 17, Code AC - Gross Receipts for Section 448(c)

Description	Shareholder Amount
8990 GROSS RECEIPTS FOR 2022	83,014
8990 GROSS RECEIPTS FOR 2021	318,173
8990 GROSS RECEIPTS FOR 2020	197,009

Form 1120-S

Schedule K-1, Box 17, Code K - Shareholder's Disposition of Section 179 Property

2023

For calendar year 2023 or tax year beginning _____, ending _____

Name _____

KHUSHAL INC

PANKAJ KHUSHAL

Taxpayer Identification Number
52-1789978
573-43-5216

	Asset Description	Date Acquired	Date Disposed	Casualty Occurrence Description
A	CASH REGIST	06/08/95	04/08/22	
B	SECURITY SYSTEM	04/22/98	04/08/22	
C	SECURITY SYSTEM	06/09/99	04/08/22	
D	FURNITURE	12/04/01	04/08/22	
E	FURNITURE	02/18/02	04/08/22	
F	SECURITY SYSTEM	08/30/04	04/08/22	
G	MATTRESS	09/13/04	04/08/22	
H	TELEVISION	04/16/05	04/08/22	
I	FURNITURE	05/25/05	04/08/22	

Sale Information:

Sale Information:	Property A	Property B	Property C	Property D	Property E	Property F	Property G	Property H	Property I
Gross sales price	532	495	896	7,943	7,943	656	917	715	4,885
Cost or basis	1,339	1,245	2,255	20,000	20,000	1,650	2,309	1,800	12,302

Commissions/other expenses

Accumulated depr excluding Sec 179

Section 179

AMT gain/loss adjust

Sale to related party

Casualty gain on Form 47

Section 1250 property

Partial disposition of MACRS property

Installment Sale Information:

Installment Sale Information:

Casualty / Theft Information:

Total net reimbursement

Cost or basis

Accumulated depr excluding Sec 179

Section 179

EMV before loss

EMV after loss

AMT gain/loss adjustment

Properties

Form 1120-S
Schedule K-1

Schedule K-1, Box 17, Code K - Shareholder's Disposition of Section 179 Property

2023

Name **KHUSHAL INC** For calendar year 2023 or tax year beginning **, ending**

Taxpayer Identification Number
52-1789978
573-43-5216

Asset Description	Date Acquired	Date Disposed	Casualty Occurrence Description
A FURNITURE	<u>08/31/05</u>	<u>04/08/22</u>	
B LAUNDRY EQUIPMENT	<u>10/23/08</u>	<u>04/08/22</u>	
C ICE MACHINE	<u>04/13/12</u>	<u>04/08/22</u>	
D FLAT SCREEN TVS (USED)	<u>02/07/16</u>	<u>04/08/22</u>	
E			
F			
G			
H			
I			
J			
K			
L			
M			
N			
O			
P			
Q			
R			
S			
T			
U			
V			
W			
X			
Y			
Z			

Sale Information:		Property A	Property B	Property C	Property D	Property E	Property F	Property G	Property H	Property I
Gross sales price		5,337	2,489	851	1,284					
Cost or basis		13,439	6,267	2,143	3,233					
Commissions/other expenses										
Accumulated depr excluding Sec 179										
Section 179		13,439	6,267	2,143	3,233					
AMT gain/loss adjustment										
Sale to related party										
Casualty gain on Form 4797, Part III										
Section 1250 property										
Partial disposition of MACRS property										
Installment Sale Information:										
Property code		4	4	4	4	4	4	4	4	4
Mortgage and other debts										
Current year payments received		220	102	35	53					
Prior year payments received		472	220	75	117					
Installment Sale Related Party Info:										

Casualty / Theft Information:	
Total net reimbursement	
Cost or basis	
Accumulated depr excluding Sec 179	
Section 179	
FMV before loss	
FMV after loss	
AMT gain/loss adjustment	
Property type	

Form **1120-S**
Schedule K-1

Schedule K-1, Box 17, Code V
Shareholder's Section 199A Information

2023

For calendar year 2023 or tax year beginning _____, ending _____

Name

KHUSHAL INC
PANKAJ KHUSHAL

Taxpayer Identification Number
52-1789978
573-43-5216

Column A	Activity Description	Pass-Through Entity EIN	PTP	Aggregated	SSTB
	PAGE 1 ACTIVITY				
Column B					
Column C					
Column D					
Column E					

QBI or Qualified PTP items:

Column A	Column B	Column C	Column D	Column E
	4 , 403			
Ordinary business income (loss)				
Net rental real estate income (loss)				
Other net rental income (loss)				
Royalty income (loss)				
Section 1231 gain (loss)	12 , 925			
Other income (loss)				
Section 179 deduction				
Other deductions				

W-2 wages

Qualified property

Other Information:

- QBI allocable to cooperative pmts received
- W-2 wages allocable to qualified payments
- Section 199A(g) deduction

Section 199A REIT dividends

**Schedule K-1
(Form 1120-S)**

 Department of the Treasury
Internal Revenue Service
beginning ending **2023**

For calendar year 2023, or tax year

Final K-1

Amended K-1

**Shareholder's Share of Income, Deductions,
Credits, etc.**

See separate instructions.

**Part III Shareholder's Share of Current Year Income,
Deductions, Credits, and Other Items**

1	Ordinary business income (loss) 4,403	13	Credits
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Interest income 22,513		
5a	Ordinary dividends		
5b	Qualified dividends	14	Schedule K-3 is attached if checked
6	Royalties	15	Alternative minimum tax (AMT) items
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss) 12,925	16	Items affecting shareholder basis 150,000
10	Other income (loss)		
		17	Other information 22,513
11	Section 179 deduction	K*	STMT
12	Other deductions	V*	STMT
		AC*	STMT
18	More than one activity for at-risk purposes*		
19	More than one activity for passive activity purposes*		
* See attached statement for additional information.			

For IRS Use Only

Federal Statements**Sailesh Patel****573-43-4702****Schedule K-1, Box 17, Code AC - Gross Receipts for Section 448(c)**

Description	Shareholder Amount
8990 GROSS RECEIPTS FOR 2022	83,013
8990 GROSS RECEIPTS FOR 2021	318,173
8990 GROSS RECEIPTS FOR 2020	197,009

Form **1120-S**
Schedule K-1

Schedule K-1, Box 17, Code V
Shareholder's Section 199A Information

2023

For calendar year 2023 or tax year beginning _____, ending _____

Name

**KHUSHAL INC
SAILESH PATEL**

Taxpayer Identification Number
**52-1789978
573-43-4702**

Column A	Activity Description	Pass-Through Entity EIN	PTP	Aggregated	SSTB
	PAGE 1 ACTIVITY				
Column B					
Column C					
Column D					
Column E					

QBI or Qualified PTP items:

Ordinary business income (loss)	Column A	Column B	Column C	Column D	Column E
	4 , 403				
Net rental real estate income (loss)					
Other net rental income (loss)					
Royalty income (loss)					
Section 1231 gain (loss)	12 , 925				
Other income (loss)					
Section 179 deduction					
Other deductions					

W-2 wages

Qualified property

Other Information:

QBI allocable to cooperative pmts received
W-2 wages allocable to qualified payments
Section 199A(g) deduction

Section 199A REIT dividends

Section 179 Disposal Worksheet

Form 1120-S

2023

For calendar year 2023 or tax year beginning _____, ending _____

Name

KHUSHAL INC

Employer Identification Number
52-1789978

Asset Description		Date Acquired	Date Sold	Casualty Occurrence Description
A	CASH REGIST	<u>06/08/95</u>	<u>04/08/22</u>	
B	SECURITY SYSTEM	<u>04/22/98</u>	<u>04/08/22</u>	
C	SECURITY SYSTEM	<u>06/09/99</u>	<u>04/08/22</u>	
D	FURNITURE	<u>12/04/01</u>	<u>04/08/22</u>	
E	FURNITURE	<u>02/18/02</u>	<u>04/08/22</u>	
F	SECURITY SYSTEM	<u>08/30/04</u>	<u>04/08/22</u>	
G	MATTRESS	<u>09/13/04</u>	<u>04/08/22</u>	
H	TELEVISION	<u>04/16/05</u>	<u>04/08/22</u>	
I	FURNITURE	<u>05/25/05</u>	<u>04/08/22</u>	

Sale Information:

	Property A	Property B	Property C	Property D	Property E	Property F	Property G	Property H	Property I
Gross sales price	<u>1,064</u>	<u>989</u>	<u>1,791</u>	<u>15,885</u>	<u>15,885</u>	<u>1,311</u>	<u>1,834</u>	<u>1,430</u>	<u>9,770</u>
Cost or basis	<u>2,678</u>	<u>2,490</u>	<u>4,510</u>	<u>40,000</u>	<u>40,000</u>	<u>3,300</u>	<u>4,618</u>	<u>3,600</u>	<u>24,603</u>
Accumulated depr excluding Sec 179				<u>16,000</u>	<u>16,000</u>				
Section 179	<u>2,678</u>	<u>2,490</u>	<u>4,510</u>	<u>24,000</u>	<u>24,000</u>	<u>3,300</u>	<u>4,618</u>	<u>3,600</u>	<u>24,603</u>

AMT gain/loss adjustment

Sale to related party

Casualty gain on Form 4797, Part III

Section 1250 property

Partial disposition of MACRS property

Installment Sale Information:

Property code	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>
Mortgage and other debts									
Current year payments received	<u>44</u>	<u>41</u>	<u>74</u>	<u>653</u>	<u>653</u>	<u>54</u>	<u>75</u>	<u>59</u>	<u>402</u>
Prior year payments received	<u>93</u>	<u>87</u>	<u>158</u>	<u>1,403</u>	<u>1,403</u>	<u>115</u>	<u>162</u>	<u>126</u>	<u>863</u>

Installment Sale Related Party Info:

Casualty / Theft Information:

Total net reimbursement

Cost or basis

Accumulated depr excluding Sec 179

Section 179

FMV before loss

FMV after loss

AMT gain/loss adjustment

Property type

Gain (loss)

Net gain (loss) on disposal of 179 assets

Form **1120-S****Section 179 Disposal Worksheet****2023**

For calendar year 2023 or tax year beginning _____, ending _____

Name

KHUSHAL INC

Asset Description

A FURNITURE	Date Acquired 08/31/05	Date Sold 04/08/22	Casualty Occurrence Description
B LAUNDRY EQUIPMENT	10/23/08	04/08/22	
C ICE MACHINE	04/13/12	04/08/22	
D FLAT SCREEN TVs (USED)	02/07/16	04/08/22	
E			
F			
G			
H			
I			

Sale Information:

Property A 10,673	Property B 4,978	Property C 1,702	Property D 2,568
26,877	12,534	4,285	6,466

Commission/other expenses

Accumulated depr excluding Sec 179

Section 179

AMT gain/loss adjustment

Sale to related party

Casualty gain on Form 4797, Part III

Section 1250 property

Partial disposition of MACRS property

Installment Sale Information:

Property code

Mortgage and other debts

Current year payments received

Prior year payments received

Installment Sale Related Party Info:

Casualty / Theft Information:

Total net reimbursement

Cost or basis

Accumulated depr excluding Sec 179

Section 179

FMV before loss

FMV after loss

AMT gain/loss adjustment

Property type

Gain (loss)

Net gain (loss) on disposal of 179 assets

Employer Identification Number
52-1789978

Federal Statements**Statement 1 - Form 1120-S, Page 1, Line 5 - Other Income (Loss)**

Description	Amount
UNCASHED CHECKS - VOIDED	\$ 12,852
TOTAL	\$ 12,852

Statement 2 - Form 1120-S, Page 1, Line 19 - Other Deductions

Description	Amount
LEGAL AND ACCOUNTING	\$ 3,550
OFFICE EXPENSE	166
BANK CHARGES	30
TOTAL	\$ 3,746

Statement 3 - Form 1120-S, Page 4, Schedule K, Line 17d - Other Items and Amounts

Description	Amount
DISPOSAL OF SECTION 179 PROPERTY - SEE ATTACHED WRK	\$
SECTION 199A INFORMATION - SEE ATTACHED WRK	

Statement 4 - Form 1120-S, Page 4, Schedule L, Line 6 - Other Current Assets

Description	Beginning of Year	End of Year
LOAN RECEIVABLE - HARVEY'S	\$ 17,263	\$ 17,263
DUE FROM KHUSHAL PARTNERSHIP	79,101	152,752
NOTE RECEIVABLE-TOWSON JOPPA	911,633	882,911
TOTAL	\$ 1,007,997	\$ 1,052,926

Statement 5 - Form 1120-S, Page 4, Schedule L, Line 18 - Other Current Liabilities

Description	Beginning of Year	End of Year
EXPENSES PAYABLE - AKASH INC	\$ 9,127	\$ 9,127
LOAN PAYABLE - T K PATEL	10,000	10,000
PAYROLL LIABILITIES		3,336
TOTAL	\$ 19,127	\$ 22,463

Statement 6 - Form 1120-S, Page 4, Schedule L, Line 21 - Other Liabilities

Description	Beginning of Year	End of Year
DEF. GAIN - INSTALLMENT SALE	\$ 820,470	\$ 794,620
TOTAL	\$ 820,470	\$ 794,620

Federal Statements**Statement 7 - Form 1120-S, Page 5, Schedule M-2, Line 3(a) - Other Additions**

Description	Amount
INTEREST INCOME	\$ 45,026
NET SECTION 1231 GAIN	25,850
TOTAL	\$ <u>70,876</u>

Form **1120-S****Section 199A Information Worksheet****2023**

For calendar year 2023 or tax year beginning _____, ending _____

Name

KHUSHAL INC

Employer Identification Number

52-1789978

Column A	Activity Description PAGE 1 ACTIVITY	Pass-Through Entity EIN	PTP	Aggregated	SSTB
Column B			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column C			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column D			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column E			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

QBI or Qualified PTP items:

Ordinary business income (loss)	Column A 8,806	Column B	Column C	Column D	Column E
Net rental real estate income (loss)					
Other net rental income (loss)					
Royalty income (loss)					
Section 1231 gain (loss)	25,850				
Other income (loss)					
Section 179 deduction					
Other deductions					

W-2 wages

Qualified property

Other Information:

- QBI allocable to cooperative pmts received
- W-2 wages allocable to qualified payments
- Section 199A(g) deduction

Section 199A REIT dividends